



COMMISSIONERS
JEFF HATCH-MILLER - Chairman
WILLIAM A. MUNDELL
MIKE GLEASON
KRISTIN K. MAYES
BARRY WONG

ARIZONA CORPORATION COMMISSION

KRISTIN K. MAYES
Commissioner

Direct Line: (602) 542-4143
Fax: (602) 542-0765
E-mail: kmayes@azcc.gov

August 14, 2006

Mr. Jay Shapiro
Fennemore Craig
3003 N. Central Ave., Suite 2600
Phoenix, AZ 85012

Re: Desert Hills Water Company, Inc., Docket No. W-02124A-06-0379

Dear Mr. Shapiro:

At the June 16, 2006, Open Meeting on this matter, the Commission was given assurances by Desert Hills Water Company ("Company") that a new booster pump to alleviate the persistent daily outages on the system would soon be installed.

As you know, a hearing on the Order to Show Cause against the Company is scheduled for August 21. I am writing to request that the Company come to the hearing with information regarding definite timelines for the installation of this booster pump. Further, I would request that the Company file in the docket documents verifying the timeframe for completion of the booster pump installation. These documents should include, but are not limited to, contracts and invoices demonstrating that the Company and its contractors will timely complete work on the booster pump by the end of August, 2006, in light of the assurances made by the Company at the June 16, 2006 Open Meeting.

I look forward to a complete evidentiary record in this matter and believe that it would be beneficial for the Commission and the Parties to this case that this information be docketed prior to the August 21, 2006 hearing.

Thank you for your attention to this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "K Mayes", is written over a horizontal line.

Kris Mayes
Commissioner

Cc: Chairman Jeff Hatch-Miller
Commissioner William A. Mundell
Commissioner Mike Gleason
Commissioner Barry Wong
Brian McNeil
Ernest Johnson
Heather Murphy